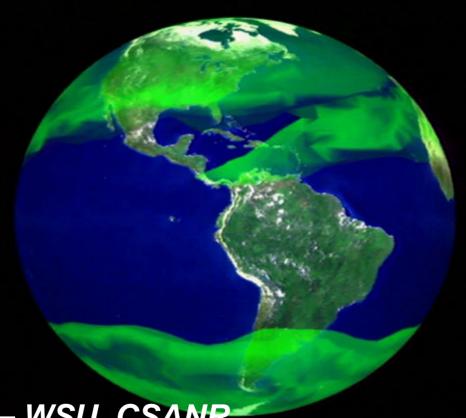
Anaerobic Digestion: Regulatory Concerns



Chad Kruger – WSU, CSANR

Northwest Dairy Digester Workshop Sunnyside, WA WASHINGTON STATE
UNIVERSITY

World Class. Face to Face.

November 18, 2008



Outline

- Emerging Carbon Market Regulatory Structure
 - Ag Sector Carbon Market Workgroup (ASCMW)
 Recommendations emphasizing approach
 - http://www.westernclimateinitiative.org/
- WA Ecology Co-digestion rule-making process
- EPA Air Emissions Afternoon Chris Voell
- Electricity (Energy) Afternoon Dave Sjoding



IDAHO

EXECUTIVE ORDER NO. 2007-05 ESTABLISHING A STATE POLICY REGARDING THE ROLE OF STATE GOVERNMENT IN REDUCING GREENHOUSE GASES

WCI "Observer"

- 1. The Director of the Department of Environmental Quality shall take a leadership role to work with all state government departments and agencies and shall serve as the central point of contact for coordination and implementation of greenhouse gas reduction efforts and other associated activities.
- 2. The Director of the Department of Environmental Quality shall develop a greenhouse gas emission inventory and provide recommendations to the Governor on how to reduce greenhouse gas emissions in Idaho, recognizing Idaho's interest in continued growth, economic development and energy security.

http://gov.idaho.gov/mediacenter/execorders/eo07/eo_2007_05.html



WASHINGTON

EXECUTIVE ORDER 07-02 – The Washington Climate Change Challenge ESSHB 2815 – Climate Framework Bill

WCI Partner Jurisdiction (no authorizing legislation . . . YET)

2020	1990 levels	10 MMT < 2004
2035	25% < 1990	30 MMT < 2004
2050	50% < 1990	50 MMT < 2004

http://www.ecy.wa.gov/climatechange/index.htm



OREGON

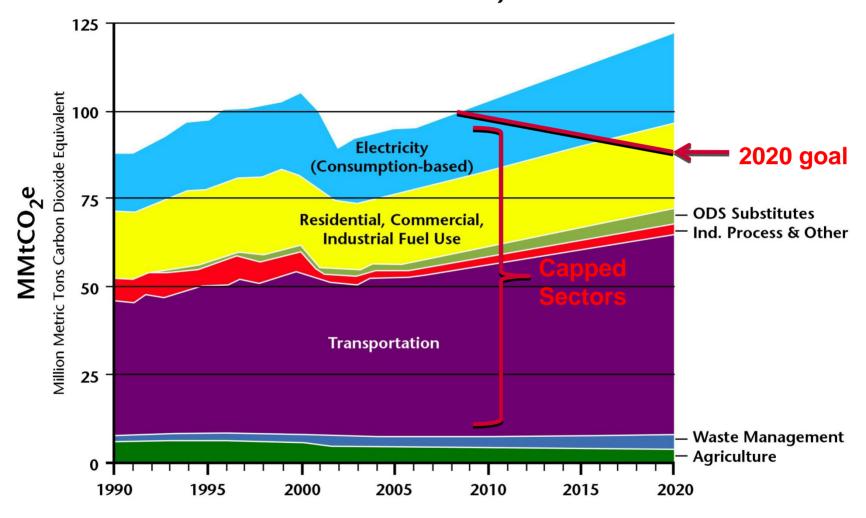
House Bill 3543 Codifies Governor Kulingoski's GHG reduction goals and establishes a Global Warming Commission

WCI Partner Jurisdiction (no authorizing legislation . . . YET)

2020 10% < 1990 levels

2050 75% < 1990

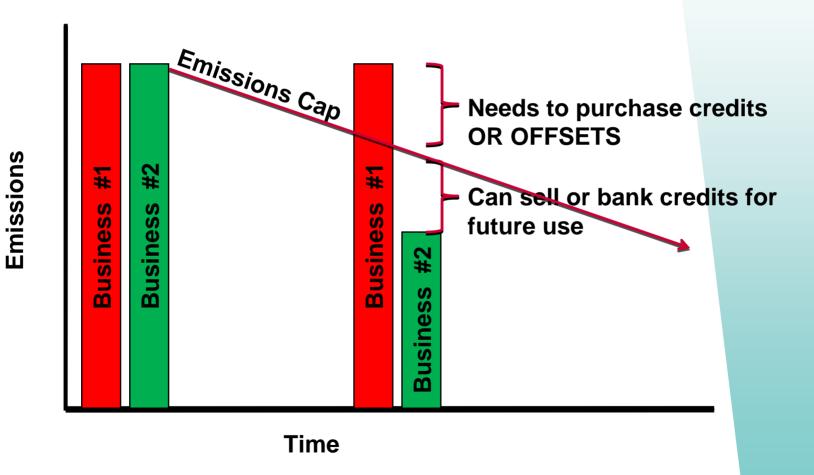
Washington Gross GHG Emissions by Sector, 1990-2020: Historical and Projected



Source: 2007 CAT Report www.ecy.wa.gov/climatechange



What is "Cap & Trade"?





ASCMW Recommendations: Potential for Agriculture GHG Mitigation

Development of Carbon Offsets in a Cap and Trade System

- Conservation Lands (CO₂) ~ 1.13 MMtCO₂e
 Managed Grazing Lands (CO₂) ~ 2.29 MMtCO₂e
- Precision Farming (N₂O) ~ .25 MMtCO₂e
- Anaerobic Digesters (CO₂) & (N₂O) ~ 2.6 MMtCO₂e



Agricultural Carbon Management (CO₂) & (N₂O) ~
 .69 MMtCO₂e



Development of Potential Offsets Related to Anaerobic Digesters

- Capture methane from stored manure
- Capture methane related to co-digestion of OFMSW
- Displace indirect CO₂ emissions through use of AD co-products, including generated electricity, pipeline-quality natural gas, transportation and boiler fuels, and conversion to other chemical forms (such as ammonia and methanol).



Summary of Selected AD Offsets

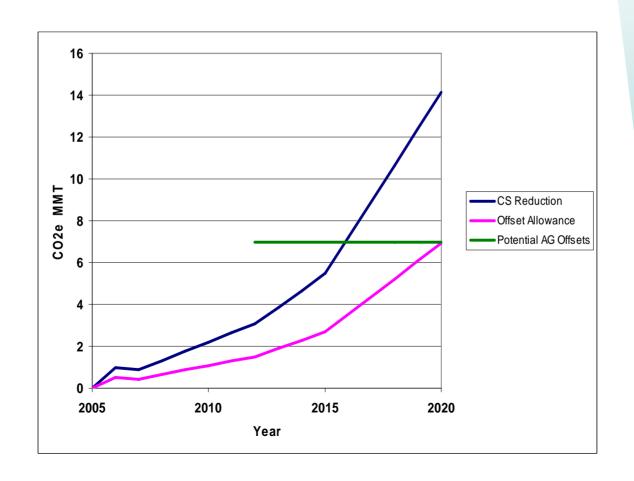
AD Activity	Offset Basis	Offset Potential
Manure Digestion	Captured Methane	0.5 MMT CO₂e/year
OFMSW Co- digestion	Captured Methane	1.9 MMT CO₂e/year
Electrical Generation	Displaced fossil fuel-based CO ₂ emissions	0.1 MMT CO ₂ e/year
Nutrient Recovery	Displaced fossil fuel-based CO ₂ emissions	0.1 MMT CO ₂ e/year
TOTAL		2.6 MMT CO₂e/year

Ag Sector Carbon Market Workgroup Recommendations



Potential scope of the WCI offset market?

Hypothetical example of how offset limitations may effect Washington Ag





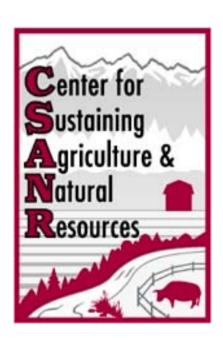
Washington Department of Ecology co-digestion rule-making process

Chery Sullivan
Organics Specialist
Solid Waste & Financial
Assistance Program
PO Box 47600
Olympia, WA 98504-7600
360.407.6915
chsu461@ecy.wa.gov

Kara J. Steward
Solid Waste and Financial
Assistance
PO Box 47600
Olympia, WA 98504-7600
360-407-6250 direct
360-407-6102 fax
360-280-3755 cell
kste461@ECY.WA.GOV



Contact Information:



Chad Kruger
Interim Director & BIOAg Educator
WSU, CSANR
1100 N. Western Ave.
Wenatchee, WA 98801
509-293-5847

http://csanr.wsu.edu/ cekruger@wsu.edu